# GOVERNMENT OF INDIA
# COMMERCE AND INDUSTRY
# LOK SABHA

UNSTARRED QUESTION NO:899
ANSWERED ON:06.03.2007
CAR INDUSTRY .
Singh Kunwar Rewati Raman

**Will the Minister of COMMERCE AND INDUSTRY be pleased to state:**

(a) whether the Government is aware that car industry has been expanding and increasing production for the past several years;

(b) if so, whether the Government has any proposal to curb the production capacity or stop production of cars for some years due to heavy traffic on roads;

(c) if so, the details thereof; and

(d) if not, the reaction of the Government thereto?

## Answer

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY (SHRI JAIRAM RAMESH)

(a) Yes Sir. The passenger vehicles segment of the automotive industry has shown an average growth rate of 15% during past 5 years in terms of numbers.

(b) No Sir. Manufacturing of cars is exempt from Industrial licensing and approval of Project Approval Board is not required for capacity expansion.

(c) & (d) Does not arise.